



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2011 Biennium

Bill #	SB0511	Title:	Retail license to sell table wine for sacramental purposes
Primary Sponsor:	Tropila, Mitch	Status:	As Introduced

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input type="checkbox"/> Needs to be included in HB 2 | <input checked="" type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$1,140	\$840	\$840	\$840
Net Impact-General Fund Balance:	<u>\$1,140</u>	<u>\$840</u>	<u>\$840</u>	<u>\$840</u>

Description of fiscal impact:

This bill establishes a sacramental wine license. This additional license would allow the licensee to sell wine to rabbis, priests, pastors, ministers or other religious officials.

FISCAL ANALYSIS

Assumptions:

1. This bill would establish a sacramental wine license. This license would allow for the retail sale of wine to rabbis, priests, pastors, ministers or other religious officials for off-premise consumption. There would be an application fee of \$200 and an annual license renewal fee of \$100.
2. It is assumed that there would be no more than three licenses issued in each year. This would generate \$600 in license fees in FY 2010, \$300 in FY 2011, \$300 in FY 2012 and \$300 in FY 2013.
3. The posted price of sacramental wine would be equal to the wholesale price, shipping costs and a 20% markup. This markup is approximately \$0.10 per bottle.

4. It is assumed that 450 cases of sacramental wine will be sold each year. Each case of wine has 12 bottles of wine. This generates an additional \$540 in profit each fiscal year.
5. Because the profit of the liquor control division is deposited in the state general fund, this bill will increase general fund revenue by \$1,140 (\$600+\$540=\$1,140) in FY 2010, \$840 in FY 2011, \$840 in FY 2012 and \$840 in FY 2013.
6. The department will need to create a new revenue account within the liquor enterprise fund and the speedchart coding for deposit of the license fees. Gentax, the computer software used to administer state taxes, would need to be modified to accept a new revenue stream. These two updates would take 200 hours of development and 50 hours of testing. The cost would be covered by existing maintenance contracts and the additional work would be covered by existing staff.
7. Sacramental wine will be stocked by the liquor warehouse. This is a normal occurrence in the everyday operation of the liquor control division and will not add any additional costs.

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
<u>Fiscal Impact:</u>				
<u>Revenues:</u>				
General Fund (01)	\$1,140	\$840	\$840	\$840
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	\$1,140	\$840	\$840	\$840

Technical Notes:

1. "Other established religious organizations" is not defined.

Sponsor's Initials

Date

Budget Director's Initials

Date